
FHA Portfolio Analysis

Data as of June 2006

**Federal Housing Administration Monthly Report
FHA Portfolios Summary
June 2006**

PORTFOLIO	NUMBER	DOLLARS (Billions)	CHANGE FROM PRIOR YEAR
Single Family Insured	3,955,921	\$ 340.8	-12.0%
Multifamily Insured	12,255	\$ 55.6	-1.2%
Title I Property Improvement Insured	32,656	\$ 0.5	-24.7%
Title I Manufactured Housing Insured	25,699	\$ 0.7	-13.3%
Single Family Notes	322	\$ 0.01	-3.6%
Multifamily Notes	2,979	\$ 3.8	-1.6%
Accelerated Claims Disposition Notes	3,385	\$ 0.4	-46.3%
Title I Notes	23,617	\$ 0.3	-13.0%
Single Family Properties	30,925	\$ 3.1	6.0%
Multifamily Properties	1	\$ -	N/A

Multifamily Insured Portfolio

Endorsements

- Through the ninth month of FY 2006, FHA endorsed a total of 675 multifamily mortgages compared to 683 multifamily mortgages reported during the same period a year ago.
- For the month of June, new construction and substantial rehabilitation mortgages totaled 16 for \$95.1 million.
- Fiscal year to-date, the number of Section 221(d)(4) mortgages was 164 insured for \$887.8 million.

Insurance-in-Force

- As of June 30, 2006, the dollar volume of FHA's multifamily insurance-in-force was \$56 billion, the same balance reported for the same period a year ago.
- Since June 30, 2005, the number of FHA multifamily insured mortgages declined more than 3.1 percent to 12,255.

Prepayments

- Through June of this fiscal year, the number of prepayments totaled 739 for \$3 billion, compared to 783 prepayments for \$2.4 billion for the same period during FY 2005.

Claims

- The number of claims processed through the end of June 2006 was 151 for \$510.3 million, compared to 257 claims for \$996.9 million for the same period a year ago.

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Multifamily Insured Portfolio

	Current Month Jun 2006			Current FYTD Oct 2005 - Jun 2006			Prior FYTD Oct 2004 - Jun 2005			Percent Change Dollars
	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	
Insurance in Force(Beginning)	12,290	1,452,294	\$55,798.1	12,581	1,497,273	\$56,426.6	13,108	1,561,187	\$55,996.1	0.8%
FY Prepayments(-)	(106)	(14,052)	(\$425.1)	(739)	(94,011)	(\$2,998.8)	(783)	(96,233)	(\$2,410.9)	24.4%
FY Claim Terminations(-)	(25)	(2,408)	(\$85.8)	(151)	(15,123)	(\$510.3)	(257)	(28,002)	(\$996.9)	-48.8%
FY Endorsements(+)	97	9,584	\$419.4	675	72,904	\$3,842.5	683	82,360	\$4,921.6	-21.9%
FY Endorsements by Mortgage type										
New Construction/Sub Rehab	16	1,937	\$95.1	140	18,386	\$1,122.3	197	29,874	\$2,653.0	-57.7%
Refinance	71	7,115	\$317.9	446	47,679	\$2,264.1	341	41,063	\$1,904.4	18.9%
Supplemental/Equity	1	0	\$1.1	7	0	\$67.1	5	0	\$200.1	-66.5%
Operating Loss	0	0	\$0.0	1	0	\$1.0	1	0	\$2.0	-50.5%
Portfolio Re-engineering	9	532	\$5.2	80	5,784	\$68.5	139	11,423	\$162.1	-57.7%
FY Endorsements by Program type										
Rental Housing										
Section 221(d)(3) & 236	4	304	\$7.5	52	2,836	\$92.5	35	2,365	\$77.5	19.3%
Section 221(d)(4)	25	2,623	\$100.7	164	19,229	\$887.8	302	36,375	\$1,661.3	-46.6%
Other Rental	45	4,015	\$197.4	262	28,883	\$1,338.2	145	19,050	\$760.7	75.9%
Risk Share	3	156	\$5.5	56	5,809	\$261.8	68	9,001	\$467.0	-43.9%
Health Care Facilities										
Nursing Homes	18	2,346	\$100.9	94	11,961	\$612.8	85	11,300	\$576.3	6.3%
BoardCare	0	0	\$0.0	6	480	\$34.9	2	181	\$5.6	526.0%
Assisted Living	2	140	\$7.3	38	2,626	\$208.1	37	2,730	\$200.2	3.9%
Hospitals	0	0	\$0.0	2	25	\$86.9	9	1,358	\$1,173.1	-92.6%
Prior FY Prepayments(-)	(1)	(120)	(\$4.6)	(113)	(15,336)	(\$465.0)	(111)	(13,545)	(\$538.5)	
Prior FY Claims(-)	0	0	\$0.0	(2)	(98)	(\$2.5)	(3)	(216)	(\$6.3)	
Prior FY Endorsements(+)	0	0	\$0.0	3	384	\$26.8	1	254	\$20.8	
Adjustments	0	1,072	(\$76.1)	1	377	(\$693.3)	7	80	(\$663.9)	
Insurance in Force(Ending)	12,255	1,446,370	\$55,625.9	12,255	1,446,370	\$55,625.9	12,645	1,505,885	\$56,322.1	-1.2%

Note: Dollars represent original mortgage amount for endorsements and unpaid principal balance for insurance in force and terminations.
Units are not counted for Supplemental, Equity or Operating Loss mortgages.

Multifamily Notes and Properties

Notes

- As of June 30, 2006, the multifamily note inventory when compared to the same period last year had decreased 1.6 percent in dollars to \$3.8 billion but increased 2.2 percent in number from 2,914 to 2,979 notes.
- At the end of June 2006, multifamily note assignments had decreased to 198 from 350 note assignments reported for the same period a year ago and the dollar amount of the notes assigned was \$498 million, which was 44.7 percent below the dollar amount reported for the same period a year ago.

Properties

- The balance of the property inventory was 1 with no cost to HUD; which is no change from the inventory and cost for the same period a year ago.

Federal Housing Administration Monthly Report
Multifamily Notes and Properties

	Current Month Jun 2006			Current FYTD Oct 2005 - Jun 2006			Prior FYTD Oct 2004 - Jun 2005			Percent Change Dollars
	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	
Notes(Beginning)	2,971	226,358	\$3,761.3	2,942	225,507	\$3,717.2	2,781	209,969	\$3,602.7	3.2%
Pay Offs(-)	(8)	(446)	(\$11.0)	(57)	(4,505)	(\$113.5)	(83)	(4,694)	(\$125.0)	-9.2%
Conversions(-)	0	0	\$0.0	(6)	(1,710)	(\$55.6)	(7)	(557)	(\$21.0)	164.7%
Sales(-)	(5)	(682)	(\$7.8)	(46)	(7,093)	(\$236.7)	(81)	(10,914)	(\$497.7)	-52.4%
Assignments/Seconds(+)	21	1,545	\$53.2	198	18,282	\$498.0	350	34,679	\$900.6	-44.7%
Assignments/Seconds by type										
Portfolio Re-engineering	14	626	\$8.5	125	8,846	\$140.5	245	18,663	\$327.7	-57.1%
Other Assignments	7	919	\$44.6	73	9,436	\$357.5	105	16,016	\$572.9	-37.6%
Adjustments	0	47	(\$1.2)	(52)	(3,659)	(\$15.0)	(46)	(2,981)	(\$3.3)	
Notes(Ending)	2,979	226,822	\$3,794.5	2,979	226,822	\$3,794.5	2,914	225,502	\$3,856.3	-1.6%
Properties(Beginning)	1	0	\$0.0	1	0	\$0.0	2	315	\$7.4	-100.0%
Conversions(+)	0	0	\$0.0	5	1,710	\$56.4	5	453	\$21.2	166.0%
Sales(-)	0	0	\$0.0	(5)	(1,710)	(\$56.4)	(6)	(768)	(\$28.5)	97.9%
Properties(Ending)	1	0	\$0.0	1	0	\$0.0	1	0	\$0.0	N/A

Note: Dollars represent assignment amount for notes and acquisition cost for properties; Data for notes are from May 20-Jun 20 for current month and from Oct 1-Jun 20 for FYTD.

Data for properties are from Jun 1-Jun 30 for current month and from Oct 1-Jun 30 for FYTD

Units are not counted for Supplemental, Equity, or Operating Loss mortgages that are not in the first position.

The remaining property in the inventory is a Title X Land Development property, it lists an acquisition cost of \$1 and has no units.

Single Family Insured Portfolio

Insurance-in-Force

- From the end of June 2005 to the end of June 2006, FHA single family insurance-in-force decreased by 541,816 insured mortgages. This was a drop of 12 percent to 3,955,921 active mortgages.
- At the end of June 2006, the dollar amount of insurance-in-force had decreased 9.1 percent compared to a year ago.

Prepayments

- Nine months into this fiscal year, single family prepayments totaled 550,875; 29 percent below the number of prepayments reported during this same period in FY 2005.

Claims

- Single family claim terminations processed through the end of June 2006, have decreased 20 percent to 44,704 compared to the number of claims processed during the same period a year ago.

Endorsements

- Through the ninth month of FY 2006, FHA endorsed 316,820 mortgages, totaling \$40 billion, 18 percent under the number reported during the same period a year ago.
- Nine months into this fiscal year, Mutual Mortgage Insurance Fund endorsements decreased by 18 percent to 297,374 from 362,637 reported during the same period last fiscal year.
- October through June of FY 2006, the number of condominium mortgages decreased by 27 percent to 16,731 compared to 23,032 reported for the same period during FY 2005.
- Loans to purchase and improve homes under Section 203(k) decreased 6 percent to 2,164 through June of FY 2006 compared to 2,310 reported during the same period last year.
- Fiscal year to-date, the number of adjustable rate mortgages (ARM's) was 9,189, a decrease of 80 percent compared to the same period during the prior fiscal year; fixed rate mortgages (FRM's) decreased 10 percent to 307,631 mortgages.
- Refinancings have decreased 32 percent in number from 124,854 through June of FY 2005 to 85,166 during the same period for FY 2006.
- Through June of FY 2006, the number of HECM endorsements totaled 55,287 for \$8.8 billion; an 82 percent increase over the 30,378 mortgages for \$4.3 billion reported through June of FY 2005. Fiscal year to-date, HECM refinancings totaled 3,920.

Federal Housing Administration Monthly Report
Single Family Insured Portfolio

	Current Month Jun 2006		Current FYTD Oct 2005 - Jun 2006		Prior FYTD Oct 2004 - Jun 2005		Percent Change (Number)
	Number	Dollars (\$M)	Number	Dollars (\$M)	Number	Dollars (\$M)	
Insurance-in-Force (Beginning)	3,979,420	\$ 341,098.5	4,238,032	\$ 359,264.9	4,844,634	\$ 404,872.0	-13%
Prepayments(-)	(56,967)	\$ (4,991.0)	(550,875)	\$ (49,683.5)	(779,832)	\$ (75,263.1)	-29%
Claim Terminations(-)	(4,946)	\$ (453.8)	(44,704)	\$ (4,020.2)	(56,218)	\$ (5,023.8)	-20%
Endorsements(+)	38,867	\$ 5,195.3	316,820	\$ 40,471.7	388,580	\$ 46,124.2	-18%
<i>Endorsements by Program</i>							
MMIF	36,535	\$ 4,862.8	297,374	\$ 37,794.6	362,637	\$ 42,869.7	-18%
GIF/SRIF	2,332	\$ 332.5	19,446	\$ 2,677.1	25,943	\$ 3,254.6	-25%
234 Condo	1,966	\$ 282.0	16,731	\$ 2,301.7	23,032	\$ 2,853.7	-27%
203(k) Improvement	293	\$ 39.7	2,164	\$ 300.6	2,310	\$ 334.2	-6%
Other	73	\$ 10.8	551	\$ 74.8	601	\$ 66.7	-8%
<i>Endorsements by Type</i>							
Adjustable Rate Mortgages	752	\$ 121.9	9,189	\$ 1,425.1	45,239	\$ 6,566.0	-80%
Fixed Rate Mortgages	38,115	\$ 5,073.4	307,631	\$ 39,046.6	343,341	\$ 39,558.2	-10%
<i>Endorsements by Purpose</i>							
Refinancings	9,638	\$ 1,390.4	85,166	\$ 11,381.2	124,854	\$ 14,324.5	-32%
Purchases	29,229	\$ 3,804.9	231,654	\$ 29,090.6	263,726	\$ 31,799.8	-12%
HECM Endorsements	7,206	\$ 1,219.4	55,287	\$ 8,752.2	30,378	\$ 4,279.6	82%
HECM Refiancings	779	\$ 132.9	3,920	\$ 629.8	341	\$ 45.6	1050%
HECM In-Force	164,315	\$ 16,456.7	164,315	\$ 16,456.7	97,200	\$ 9,513.9	69%
<i>Endorsements by Credit Processing*</i>							
FHA	NA	NA	NA	NA	NA	NA	
FHLMC Scorecard	NA	NA	NA	NA	NA	NA	
FNMA Scorecard	NA	NA	NA	NA	NA	NA	
Adjustments	(453)	\$ (18.8)	(3,352)	\$ (5,202.7)	100,573	\$ 4,438.7	
Insurance-in-Force (Ending)	3,955,921	\$ 340,830.2	3,955,921	\$ 340,830.2	4,497,737	\$ 375,147.9	-12%

Note: Dollars represent unpaid balance.

* Data Source for HECM is the HECM Detail Case

Single Family Notes and Properties

Notes

- As of the end of June 2006, the single family notes inventory was 4 percent less than the number at the end of the same period in FY 2005.
- Through June 2006 the number of assigned purchase money mortgage notes was 142 compared to just 1 assigned during the first nine months of FY 2005.

Accelerated Claims Disposition Notes

- Liquidations of REO in the first nine months of FY 2006 averaged slightly more than 200 per month, about the same as the average for the same period in FY 2005.
- Additions to the inventory have averaged nearly 250 per month in the first nine months of FY 2006.
- The inventory of notes at the end of June 2006 was down nearly 38 percent from the end of September 2005.

Properties

- The single family property inventory had 30,925 properties at the end of June 2006, an increase of 6 percent over a year ago.
- Property sales numbered 37,363 through June 2006, compared to 43,350 for the same period in FY 2005.
- During the month of June 2006, sales exceeded conveyances by only 1.1 percent.

Federal Housing Administration Monthly Report
Single Family Notes and Properties

	Current Month Jun 2006		Current FYTD Oct 2005 - Jun 2006		Prior FYTD Oct 2004 - Jun 2005		Percent Change (Number)
	Number	Dollars (\$M)	Number	Dollars (\$M)	Number	Dollars (\$M)	
Notes (Beginning)	323	\$ 11.2	318	\$ 11.7	398	\$ 14.4	-20%
Pay-Offs(-)	(8)	\$ (0.2)	(136)	\$ (7.3)	(61)	\$ (1.1)	123%
Conversions(-)	-	\$ -	(16)	\$ -	(26)	\$ -	-38%
Sales(-)	-	\$ -	-	\$ -	-	\$ -	
Assignments MNA(+)	-	\$ -	10	\$ 0.3	10	\$ 0.3	
Assignments PMM(+)	6	\$ 0.2	142	\$ 7.3	1	\$ 0.1	
Adjustments	1	\$ -	4	\$ (0.9)	12	\$ (1.5)	
Notes (Ending)	322	\$ 11.1	322	\$ 11.1	334	\$ 12.1	-4%
Accelerated Claims Disposition Notes (Beginning)	3,867	\$ 411.8	5,431	\$ 582.3	5,108	\$ 475.8	6%
Liquidations REO	(217)	\$ (22.6)	(1,825)	\$ (184.7)	(1,838)	\$ (162.1)	-1%
Liquidations Notes	(592)	\$ (47.4)	(2,438)	\$ (253.0)	(4,389)	\$ (467.5)	-44%
Additions	339	\$ 14.0	2,233	\$ 211.7	7,433	\$ 825.2	-70%
Repurchases and Write-Offs	(12)	\$ -	(16)	\$ (0.5)	(10)	\$ (1.4)	60%
Accelerated Claims Disposition Notes (Ending)	3,385	\$ 355.7	3,385	\$ 355.7	6,304	\$ 670.0	-46%
Properties (Beginning)	30,874	\$ 3,114.4	28,888	\$ 2,860.6	26,808	\$ 2,572.7	8%
Sales(-)	(4,583)	\$ (463.3)	(37,363)	\$ (3,777.0)	(43,350)	\$ (4,284.9)	-14%
Conversions(+)	-	\$ -	16	\$ -	26	\$ -	-38%
Conveyances(+)	4,534	\$ 458.3	39,386	\$ 3,983.1	45,424	\$ 4,492.5	-13%
Adjustments	100	\$ 16.7	(2)	\$ 59.5	265	\$ 103.4	
Properties (Ending)	30,925	\$ 3,126.1	30,925	\$ 3,126.1	29,173	\$ 2,883.6	6%

Note: Dollars represent unpaid balance for notes and acquisition cost for properties.

Single Family Detail

Defaults

- At the end of May 2006, FHA's single family default rate reached a high of 6.62 percent, compared to 5.92 percent for the same period a year ago.
- The 50 metropolitan statistical areas (MSAs) with the highest default rates as of May 2006 accounted for 35 percent of the national total of defaults.
- 12 of the MSAs in the top 50 that have endorsed ARMS have higher default rates on FRMs than on ARMs.

Loss Mitigation Activity

- The use of forbearance agreements to keep borrowers in their homes dropped 24 percent to a total of 15,581 for the first nine months of this fiscal year compared to 20,378 times, during the same period a year ago.
- October 2005 through June FY 2006, lenders used loan modifications a total of 26,984 times compared to 31,763 times during the same period last fiscal year.
- Lenders used partial claims a total of 11,622 times during the first nine months of FY 2006, compared to 11,322 times for the same period last fiscal year.

Insurance Claims

- Through June of this fiscal year, pre-foreclosure sales were 3,666, a drop of 11 percent compared to the same period a year ago; deeds-in-lieu decreased 9 percent to 220, compared to the first nine months of FY 2005 when it was 241.
- Conveyance foreclosure claims numbered 39,144 during the first nine months of FY 2006, a decrease of 14 percent compared to the same period during FY 2005 when the number was 45,714.

Federal Housing Administration Monthly Report
Single Family Detail

	Current Month Jun 2006 Number	Current FYTD Oct 2005 - Jun 2006 Number	Prior FYTD Oct 2004 - Jun 2005 Number	Percent Change
Status of Insurance-in-Force*				
Current	3,715,893	3,715,893	4,187,132	-11%
In Default (90 or more days delinquent)	263,527	263,527	263,517	0%
Total Insurance-in-Force	3,979,420	3,979,420	4,450,649	-11%
Default Rate	6.62%	6.62%	5.92%	
Loss Mitigation Activity **				
Forbearance Agreements	1,644	15,581	20,378	-24%
Loan Modifications	4,210	26,984	31,763	-15%
Partial Claims	1,643	11,622	11,322	3%
Total	7,497	54,187	63,463	-15%
Insurance Claims				
Conveyance Foreclosure	4,451	39,144	45,714	-14%
Pre-Foreclosure Sale	464	3,666	4,142	-11%
Deed-in-Lieu of Foreclosure	30	220	241	-9%
Other***	1	1,674	6,121	-73%
Total	4,946	44,704	56,218	-20%

*May data: June data are not available until after July 31, 2006.

**Counts are based on settlement dates of loss mitigation claims.

***Accelerated Claims Disposition Demonstration Program (601)

**Federal Housing Administration Monthly Report
Single Family Detail (continued)**

**MSA's With The Highest Single Family Default Rates
(Data as of May 2006)**

Rank	MSA Name	Default Rates						Total IIF			Defaults		
		Current Year May 2006			Prior Year May 2005			Current Year May 2006	Prior Year May 2005	Percent Change	Current Year May 2006	Prior Year May 2005	Percent Change
		Total	FRM	ARM	Total	FRM	ARM						
1	NEW ORLEANS, LA	26.15	25.99	34.28	7.50	7.45	10.12	26,329	34,710	-24%	6,886	2,602	165%
2	BILOXI-GULFPORT-PASCAGOULA, MS	18.91	18.66	26.26	5.44	5.39	6.70	5,468	5,975	-8%	1,034	325	218%
3	HATTIESBURG, MS	18.78	18.37	39.13	7.24	7.40	0.00	1,166	1,091	7%	219	79	177%
4	BEAUMONT-PORT ARTHUR, TX	16.11	16.18	6.06	5.24	5.26	2.78	4,588	4,619	-1%	739	242	205%
5	LAKE CHARLES, LA	15.35	15.37	13.33	5.33	5.39	0.00	1,342	1,444	-7%	206	77	168%
6	MOBILE, AL	14.78	14.75	15.74	6.83	6.81	7.56	11,157	11,700	-5%	1,649	799	106%
7	HOUMA, LA	14.06	13.77	23.91	6.28	6.27	6.52	1,629	1,593	2%	229	100	129%
8	CLEVELAND-LORAIN-ELYRIA, OH	12.36	12.18	14.81	11.82	11.76	12.60	31,980	33,542	-5%	3,952	3,965	0%
9	BATON ROUGE, LA	12.23	12.17	15.35	8.25	8.27	7.35	13,373	14,444	-7%	1,635	1,192	37%
10	MEMPHIS, TN-AR-MS	12.20	12.15	13.12	12.14	12.15	12.00	51,372	56,470	-9%	6,266	6,854	-9%
11	YOUNGSTOWN-WARREN, OH	12.06	11.97	14.35	11.02	11.00	11.42	6,039	6,354	-5%	728	700	4%
12	VINELAND-MILLVILLE-BRIGETON, NJ	11.73	11.65	13.68	11.50	11.48	11.97	3,036	3,566	-15%	356	410	-13%
13	GARY, IN	11.69	11.57	13.59	10.65	10.66	10.50	13,357	14,166	-6%	1,561	1,508	4%
14	JACKSON, MS	11.63	11.44	18.79	6.51	6.48	7.40	17,032	17,764	-4%	1,981	1,156	71%
15	DETROIT, MI	11.29	11.70	8.60	9.99	10.60	6.36	64,521	70,137	-8%	7,285	7,007	4%
16	TOLEDO, OH	11.19	11.10	12.46	10.81	11.00	8.45	4,486	4,849	-7%	502	524	-4%
17	TERRE HAUTE, IN	10.97	11.08	7.14	8.90	9.18	0.00	1,459	1,348	8%	160	120	33%
18	BIRMINGHAM, AL	10.86	10.81	11.58	9.72	9.83	8.00	20,309	22,254	-9%	2,205	2,162	2%
19	PHILADELPHIA, PA-NJ	10.71	10.63	12.27	10.43	10.39	11.20	77,108	91,096	-15%	8,258	9,504	-13%
20	TUSCALOOSA, AL	10.51	10.56	10.04	7.57	7.54	8.00	2,883	2,786	3%	303	211	44%
21	FLINT, MI	10.01	10.04	9.56	8.71	8.82	7.19	9,257	9,973	-7%	927	869	7%
22	TRENTON, NJ	9.78	9.39	15.39	10.44	10.28	12.46	3,815	4,368	-13%	373	456	-18%
23	LAFAYETTE, LA	9.76	9.82	5.26	4.95	5.03	0.00	2,962	2,988	-1%	289	148	95%
24	SHREVEPORT-BOSSIER CITY, LA	9.65	9.58	13.86	7.60	7.60	7.27	10,008	10,910	-8%	966	829	17%
25	NEWBURGH, NY-PA	9.65	9.82	5.88	9.49	9.56	8.14	1,596	1,896	-16%	154	180	-14%

**Federal Housing Administration Monthly Report
Single Family Detail (continued)**

**MSA's With The Highest Single Family Default Rates
(Data as of May 2006)**

Rank	MSA Name	Default Rates						Total IIF			Defaults		
		Current Year May 2006			Prior Year May 2005			Current Year May 2006	Prior Year May 2005	Percent Change	Current Year May 2006	Prior Year May 2005	Percent Change
		Total	FRM	ARM	Total	FRM	ARM						
26	COLUMBUS, OH	9.60	9.53	10.30	8.74	8.76	8.58	44,298	46,957	-6%	4,253	4,103	4%
27	GALVESTON-TEXAS CITY, TX	9.58	9.69	6.14	5.42	5.47	3.38	5,415	5,556	-3%	519	301	72%
28	INDIANAPOLIS, IN	9.51	9.32	11.06	8.79	8.82	8.55	60,447	63,018	-4%	5,746	5,538	4%
29	ROCKFORD, IL	9.50	9.37	11.40	9.70	9.69	9.84	8,023	8,401	-4%	762	815	-7%
30	CHATTANOOGA, TN-GA	9.48	9.53	7.84	8.34	8.41	6.25	8,449	9,082	-7%	801	757	6%
31	ATLANTIC-CAPE MAY, NJ	9.47	9.20	13.83	9.37	9.19	11.95	4,708	5,858	-20%	446	549	-19%
32	ATLANTA, GA	9.40	9.33	9.98	8.56	8.72	7.46	137,981	148,536	-7%	12,974	12,719	2%
33	HOUSTON, TX	9.11	9.11	9.31	6.96	6.99	6.15	88,026	92,270	-5%	8,022	6,425	25%
34	KOKOMO, IN	9.07	8.98	10.28	7.58	7.74	5.36	1,643	1,715	-4%	149	130	15%
35	HAMILTON-MIDDLETOWN, OH	9.05	8.99	9.524	9.19	9.20	9.14	5,613	5,908	-5%	508	543	-6%
36	READING, PA	9.03	8.85	12.57	8.53	8.36	11.69	3,843	4,395	-13%	347	375	-7%
37	NEWARK, NJ	9.03	8.95	9.92	9.48	9.57	8.44	15,103	19,338	-22%	1,363	1,833	-26%
38	CANTON-MASSILLON, OH	8.96	8.85	9.94	7.20	7.33	6.08	4,508	4,516	0%	404	325	24%
39	RACINE, WI	8.95	8.56	13.14	7.93	8.01	7.18	2,044	2,131	-4%	183	169	8%
40	CINCINNATI, OH-KY-IN	8.94	8.79	10.47	8.55	8.56	8.43	25,257	26,202	-4%	2,259	2,239	1%
41	SAGINAW-BAY CITY-MIDLAND, MI	8.90	8.81	10.21	7.60	7.78	5.22	6,035	6,094	-1%	537	463	16%
42	AKRON, OH	8.89	8.80	10.22	8.48	8.58	7.19	9,889	10,225	-3%	879	867	1%
43	ARECIBO, PR	8.77	8.77	0.00	6.59	6.59	0.00	1,516	1,744	-13%	133	115	16%
44	BRAZORIA, TX	8.70	8.71	8.60	5.98	6.02	4.12	4,596	4,597	0%	400	275	45%
45	DAYTON-SPRINGFIELD, OH	8.66	8.50	10.59	8.35	8.24	9.42	19,810	20,562	-4%	1,716	1,716	0%
46	MONROE, LA	8.62	8.62	9.09	7.64	7.69	0.00	2,030	2,290	-11%	175	175	0%
47	MANSFIELD, OH	8.50	8.71	6.20	7.77	7.75	7.95	1,576	1,532	3%	134	119	13%
48	PASCAGOULA, MS	8.50	8.35	25.00	3.08	3.10	0.00	447	584	-23%	38	18	111%
49	SHARON, PA	8.39	8.37	9.09	6.79	6.87	0.00	620	619	0%	52	42	24%
50	ANN ARBOR, MI	8.35	7.87	10.56	6.81	7.30	4.90	2,935	3,098	-5%	245	211	16%

Source SFDW
Data as of May 2006

43,045

Title I Portfolios

Insurance-in-Force

- Property improvement insurance-in-force in June 2006 declined to 32,656 loans, down 25 percent from this same period last fiscal year.
- Manufactured housing insurance-in-force declined to 25,699 loans, a drop of 13 percent from this same period a year ago.

Prepayments

- Property improvement loan prepayments for the first nine months of FY 2006 decreased 34 percent compared to the number reported for the same period last fiscal year.
- Manufactured housing loan prepayments decreased 33 percent during the first nine months of this fiscal year, compared to the number reported for the same period in the prior fiscal year.

Claims

- For the first nine months of FY 2006, property improvement claim terminations processed decreased by 46 percent compared to the same period in FY 2005.
- During these nine months, the number of manufactured housing claims processed decreased 15 percent compared to the number reported for this same period in FY 2005.

Endorsements

- Property improvement endorsements were down 9 percent to 2,354 for the first nine months of FY 2006, compared to 2,596 for this same period in FY 2005.
- During the first nine months of FY 2006, there were 1,172 manufactured housing endorsements, down 20 percent from the 1,459 reported in the corresponding period of FY 2005.

Notes

- The Title I note portfolio included 23,617 notes after the first nine months of FY 2006, compared to 27,146 at this same time in the previous fiscal year.
- During the first nine months of FY 2006, a total of 2,295 Title I note collection cases were closed, 46 percent fewer than the 4,280 cases closed during the same period in FY 2005.

Federal Housing Administration Monthly Report
Title I Portfolios

	Current Month Jun 2006		Current FYTD Oct 2005 - Jun 2006		Prior FYTD Oct 2004 - Jun 2005		Percent Change (Number)
	Number	Dollars (\$M)	Number	Dollars (\$M)	Number	Dollars (\$M)	
Insurance-in-Force (Beginning)							
Property Improvement	33,321	\$ 486.5	55,524	\$ 796.0	81,672	\$ 1,185.6	-32%
Manufactured Housing	26,034	\$ 751.0	33,707	\$ 900.7	37,980	\$ 987.6	-11%
Prepayments(-)							
Property Improvement	(879)	(12)	(9,231)	(125)	(13,889)	\$ (196.6)	-34%
Manufactured Housing	(427)	(10)	(3,487)	(83)	(5,194)	\$ (122.4)	-33%
Claim Terminations(-)							
Property Improvement	(4)	(0)	(311)	(4)	(577)	\$ (7.5)	-46%
Manufactured Housing	(16)	(0)	(253)	(8)	(297)	\$ (8.9)	-15%
Endorsements(+)							
Property Improvement	270	\$ 3.3	2,354	\$ 32.6	2,596	\$ 36.2	-9%
Manufactured Housing	189	\$ 7.2	1,172	\$ 44.0	1,459	\$ 51.7	-20%
Adjustments							
Property Improvement	(52)	\$ (0.4)	(15,680)	\$ (221.9)	(26,423)	\$ (393.7)	
Manufactured Housing	(81)	\$ (2.9)	(5,440)	\$ (109.0)	(4,299)	\$ (88.3)	
Insurance-in-Force (Ending)							
Property Improvement	32,656	\$ 477.7	32,656	\$ 477.7	43,379	\$ 624.0	-25%
Manufactured Housing	25,699	\$ 744.6	25,699	\$ 744.6	29,649	\$ 819.8	-13%
Notes (Beginning)	23,908	\$ 327.0	26,407	\$ 352.8	32,094	\$ 418.5	-18%
New Cases Assigned(+)	96	\$ 1.0	686	\$ 7.0	932	\$ 9.2	-26%
Interest Accrual(+)	N/A	\$ 1.0	N/A	\$ 9.5	N/A	\$ 12.6	
Net Collections(-)	N/A	\$ (1.7)	N/A	\$ (16.7)	N/A	\$ (24.2)	
Cases Closed(-)	(224)	\$ (1.8)	(2,295)	\$ (18.0)	(4,280)	\$ (41.7)	-46%
Adjustments	(163)	\$ (1.1)	(1,181)	\$ (10.2)	(1,600)	\$ (12.4)	
Notes (Ending)	23,617	\$ 324.4	23,617	\$ 324.4	27,146	\$ 362.0	-13%

Note: Dollars represent original loan proceeds for insurance-in-force and unpaid balance for notes.
The June Title I portfolio includes cases classified as Currently Not Collectible (13,757 totaling \$220.92 million).

Commitments and GI/SRI Credit Subsidy

MMIF

- MMIF commitments equaled \$37.8 billion through the ninth month of FY 2006.
- The MMIF commitment authority is \$185 billion for FY 2006.

GIF/SRIF

- GIF/SRIF commitments, which, for multifamily programs, include only those programs that are in positive credit subsidy risk Categories, total \$11.5 billion through the ninth month of FY 2006.
- Fiscal year-to-date, HECM dollar amount have increased 165 percent to 1.2 billion.
- The GIF/SRIF commitment authority is \$35 billion for FY 2006

GI/SRI Credit Subsidy

- FHA used \$2.1 million in credit subsidy through the ninth month of FY 2006.
- FHA authority is \$18.7 million for FY 2006.

Federal Housing Administration Monthly Report
Commitments & Credit Subsidy
By Program and Month: FY 2006
Dollars in Millions

Commitments

Fiscal Year 2006	MMIF	GI/SRIF Total	Section 234	Section 203(k)	Other	HECM**	Title I Property Improvement	Title I Mobile Homes	GIF/SRIF Multifamily*
Oct	\$ 4,322.889	\$ 1,080.720	\$ 286.735	\$ 35.580	\$ 8.148	\$ 741.150	\$ 4.773	\$ 4.334	\$ -
Nov	\$ 4,001.923	\$ 1,089.860	\$ 271.227	\$ 37.829	\$ 4.953	\$ 767.009	\$ 4.052	\$ 3.816	\$ 0.975
Dec	\$ 3,748.708	\$ 1,062.913	\$ 243.834	\$ 31.256	\$ 8.033	\$ 758.132	\$ 2.976	\$ 3.430	\$ 15.252
Jan	\$ 3,969.887	\$ 1,144.407	\$ 254.834	\$ 33.591	\$ 9.320	\$ 835.887	\$ 3.307	\$ 5.265	\$ 2.203
Feb	\$ 3,072.440	\$ 1,122.426	\$ 200.688	\$ 23.584	\$ 6.926	\$ 883.424	\$ 2.570	\$ 4.266	\$ 0.968
Mar	\$ 4,456.839	\$ 1,401.011	\$ 245.020	\$ 29.476	\$ 8.608	\$ 1,107.966	\$ 3.241	\$ 4.497	\$ 2.203
Apr	\$ 4,224.302	\$ 1,361.663	\$ 236.143	\$ 32.622	\$ 8.731	\$ 1,074.395	\$ 3.619	\$ 5.041	\$ 1.112
May	\$ 5,134.828	\$ 1,703.100	\$ 281.266	\$ 36.911	\$ 9.283	\$ 1,364.812	\$ 4.735	\$ 6.093	\$ -
Jun	\$ 4,862.799	\$ 1,563.048	\$ 281.965	\$ 39.741	\$ 10.824	\$ 1,219.434	\$ 3.349	\$ 7.236	\$ 0.498
Jul	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aug	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sep	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FYTD 2006 Total	\$ 37,794.615	\$ 11,529.149	\$ 2,301.712	\$ 300.590	\$ 74.827	\$ 8,752.208	\$ 32.622	\$ 43.978	\$ 23.211
FY 2005 Total	\$ 57,484.377	\$ 10,645.270	\$ 36,825.801	\$ 415.599	\$ 415.599	\$ 6,287.786	\$ 50.272	\$ 65.813	\$ 8.533
FY 2006 Annualized	\$ 50,392.821	\$ 15,372.198	\$ 3,068.950	\$ 400.786	\$ 99.769	\$ 11,669.611	\$ 43.496	\$ 58.638	\$ 30.948
FY 2006 Authority	\$ 185,000.000	\$ 35,000.000							

Credit Subsidy

Fiscal Year 2006	MMIF	GI/SRIF Total	Section 234	Section 203(k)	Other	HECM	Title I Property Improvement	Title I Mobile Homes	GIF/SRIF Multifamily*
<i>Subsidy Factor</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>0.0014</i>	<i>Various</i>
Nov	N/A	\$ 0.006	N/A	N/A	N/A	N/A	N/A	\$ 0.006	\$ -
Dec	N/A	\$ 0.057	N/A	N/A	N/A	N/A	N/A	\$ 0.005	\$ 0.052
Jan	N/A	\$ 1.490	N/A	N/A	N/A	N/A	N/A	\$ 0.005	\$ 1.485
Feb	N/A	\$ 0.127	N/A	N/A	N/A	N/A	N/A	\$ 0.007	\$ 0.120
Mar	N/A	\$ 0.160	N/A	N/A	N/A	N/A	N/A	\$ 0.006	\$ 0.154
Apr	N/A	\$ 0.126	N/A	N/A	N/A	N/A	N/A	\$ 0.006	\$ 0.120
May	N/A	\$ 0.068	N/A	N/A	N/A	N/A	N/A	\$ 0.007	\$ 0.061
Jun	N/A	\$ 0.009	N/A	N/A	N/A	N/A	N/A	\$ 0.009	\$ -
Jul	N/A	\$ 0.089	N/A	N/A	N/A	N/A	N/A	\$ 0.010	\$ 0.079
Aug	N/A	\$ -	N/A	N/A	N/A	N/A	N/A	\$ -	\$ -
Sep	N/A	\$ -	N/A	N/A	N/A	N/A	N/A	\$ -	\$ -
FYTD 2006 Total	N/A	\$ 2.133	N/A	N/A	N/A	N/A	N/A	\$ 0.062	\$ 2.071
FY 2005 Total	N/A	\$ 0.571	N/A	N/A	N/A	N/A	N/A	\$ 0.095	\$ 0.479
FY 2006 Annualized	N/A	\$ 2.843	N/A	N/A	N/A	N/A	N/A	\$ 0.082	\$ 2.761
FY 2006 Authority	N/A	\$ 18.677							

* includes only those Multifamily programs that are in positive credit subsidy risk categories

**Maximum Claim Amount

Single Family Market Comparisons

(Due to a lag in reporting of conventional information, these notes describe data for the previous month)

Insured Mortgage Applications

- Total mortgage insurance applications decreased 7 percent through May of this fiscal year compared to the same period in FY 2005.
- Through May of this fiscal year, FHA applications decreased 21 percent; this compares to a 6 percent decrease in conventional mortgage applications, but an 8 percent increase in VA guarantee applications.
- FHA's share of total mortgage insurance applications was 18 percent through May of this fiscal year compared to 21 percent for the same period a year ago.

Insured Mortgage Endorsements

- FHA endorsement dollars decreased 16 percent through May of FY 2006 compared to the same period a year ago.
- FHA's share of insured mortgage endorsement dollars is 19 percent through May of FY 2006 compared to 22 percent for the same period in FY2005.
- Through May of this fiscal year, the share of conventional insured dollars is 74 percent and of VA is share is 7 percent.

Home Sales Market

- The number of FHA purchase mortgages decreased 14 percent through May of FY 2006 compared to the same period during FY 2005
- Overall, home sales decreased 1 percent through May of this fiscal year compared to the same period in FY 2005.
- FHA's share of home sales was 3.8 percent through May of this fiscal year compared to 4.3 in the same period a year ago.

Single Family Market Comparisons

(Due to a lag in reporting of conventional information, these data are for the previous month)

Current Month May 2006			Current FYTD Oct 2005 - May 2006			Prior FYTD Oct 2004 - May 2005			Percent Change (Number)
Number		Application Share	Number		Application Share	Number		Application Share	
INSURED MORTGAGE APPLICATIONS									
Conventional	126,608	64%	963,938		64%	1,028,798		63%	-6%
FHA *	57,680	29%	428,550		18%	494,245		21%	-21%
VA	14,683 ****	7%	117,607		8%	108,445		7%	8%
TOTAL	198,971	100%	1,510,095		100%	1,631,488		100%	-7%
									Percent Change (Dollars)
Number	Dollars (\$M)	Insured Share (\$)	Number	Dollars (\$M)	Insured Share (\$)	Number	Dollars (\$M)	Insured Share (\$)	
INSURED MORTGAGE ENDORSEMENTS									
Conventional	121,013	\$18,170.2	926,188	\$141,166.3	74%	964,532	\$132,331.7	69%	7%
FHA	40,992	\$5,475.4	277,954	\$35,504.8	19%	350,306	\$42,405.5	22%	-16%
VA	10,695	\$1,893.3	83,563	\$13,976.2	7%	108,437	\$15,729.2	8%	-11%
TOTAL	172,700	\$25,538.9	1,287,705	\$190,647.3	100%	1,423,275	\$190,466.4	100%	0.09%
									Percent Change (Number)
Number		FHA Share	Number		FHA Share	Number		FHA Share	
HOMES SALES MARKET									
FHA Purchase Mortgages**	30,092	4.6%	202,427		3.8%	235,638		4.3%	-14%
Home Sales***	660,833		5,396,000			5,446,833			-1%

* Data for applications are for April 23, 2006 - May 20, 2006 for current month; September 18, 2005 - May 20, 2006 for current FYTD, and September 19, 2004 - May 21, 2005 for prior FYTD.

** FHA insured minus FHA refinancings

*** Includes new and existing construction home sales and a month lag between home sale and FHA endorsement of mortgage to purchase home.

Note: Dollars represent original amounts insured

**** estimated VA current month applications

Executive Summary

Status of FY 2005 Housing Contracts and System Funds

As of June 2006

Data is not available for publishing